DRIGINAL

COMMISSIONERS

BOB STUMP

PAUL NEWMAN

BRENDA BURNS

GARY PIERCE - Chairman

ARIZONA ELECTRIC POWER

DEVELOP SUCH RETURN.

FAIR VALUE OF ITS PROPERTY FOR

AND REASONABLE RETURN THEREON

AND TO APPROVE RATES DESIGNED TO

SANDRA D. KENNEDY



BEFORE THE ARIZONA CORPORATION

AZ CORP SUB-10 M DOCKET CONTINUE

2012 SEP

Arizona Corporation Commission

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IN THE MATTER OF THE APPLICATION OF DOCKET NO. E-01773A-12-0305 COOPERATIVE, INC. TO DETERMINE THE RATEMAKING PURPOSES, TO FIX A JUST

4 PM 3 19

STAFF'S REPLY TO AEPCO'S RESPONSE TO STAFF'S PROPOSED SCHEDULE

On July 5, 2012, Arizona Electric Power Cooperative, Inc. ("AEPCO" or "Cooperative") filed its application for a determination by the Arizona Corporation Commission ("Commission") of the fair value of its property for ratemaking purposes, to fix a just and reasonable return thereon and to approve rates designed to develop such return.

On or about August 10, 2012, Commission Staff issued its Letter of Sufficiency.

On August 24, 2012, Staff proposed its schedule for the filing of testimony and exhibits in this matter. On August 28, 2012, AEPCO filed its Response to Staff's proposed schedule indicating that it preferred separate but consecutive hearings for the AEPCO and Southwest Transmission Cooperative, Inc. ("SWTC") rate cases as opposed to the consolidation of hearings.

Staff's intention in seeking consolidation was primarily to eliminate unnecessary redundancy in the testimony and appearance of witnesses which would be both time and cost effective for the parties as well as the Hearing Division. Until the issues are narrowed, it is unknown how that can be best accomplished, be it by conducting the hearings consecutively or holding the hearing in one case in the mornings and in the other in the afternoons. Staff anticipates that it will recommend that both cases be set for hearing on the same dates, with details as to when each matter will be heard to be determined at a later date.

1	RESPECTFULLY SUBMITTED this 4 th day of September, 2012.
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4	Wildest A Livenbrow Staff Attorney
5	Bridget A. Humphrey, Staff Attorney Scott M. Hesla, Staff Attorney
6	Legal Division Arizona Corporation Commission
7	1200 West Washington Street Phoenix, Arizona 85007 (602) 542-3402
8	(002) 342-3402
9	
10	
11	Original and thirteen (13) copies
12	of the foregoing were filed this 4 th day of September, 2012 with:
13	Docket Control
14	Arizona Corporation Commission 1200 West Washington Street
15	Phoenix, Arizona 85007
16	Copies of the foregoing were mailed this 4 th day of September, 2012 to:
17	Michael M. Grant
18	Jennifer A. Cranston Melissa A. Parham
19	GALLAGHER & KENNEDY, P.A. 2575 East Camelback Road Road
20	Phoenix, Arizona 85016-9225 Attorneys for Arizona Electric Power Cooperative, Inc.
21	Thursday for this same start
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